

FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE HALF-YEAR ENDED 31 JULY 2012

PART 1 – INFORMATION REQUIRED FOR QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR ANNOUNCEMENT

1(a)(i) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

Background

The Company was incorporated in the Republic of Singapore on 22 March 2012 under the Companies Act (Chapter 50) of Singapore as a private limited company. The Company and its subsidiaries (the "Group") was formed pursuant to a restructuring exercise ("Restructuring Exercise") undertaken in connection with the Company's listing on Catalist. The Restructuring Exercise was completed on 11 June 2012. Please refer to the Company's offer document dated 2 July 2012 (the "Offer Document") for further details on the Restructuring Exercise.

For the purpose of this announcement, the results of the Group have been prepared on the assumption that the Group has been in existence since 1 February 2011.

	Group		Increase / (Decrease) %
	1HY2013 (Unaudited) \$'000	1HY2012 (Unaudited) \$'000	
Revenue	18,755	16,748	12.0
<i>Other items of income</i>			
Other income	910	60	1,416.7
<i>Items of expense</i>			
Purchases and consumables used	(6,603)	(5,459)	21.0
Changes in inventories	(14)	-	NM
Distribution costs	(699)	(937)	(28.6)
Employee benefits expenses	(5,485)	(4,323)	26.9
Depreciation expenses	(813)	(734)	10.8
Advertising expenses	(793)	(654)	21.3
Rental expenses	(1,213)	(865)	40.2
Utilities	(645)	(544)	18.6
Other expenses	(2,401)	(1,357)	76.9
Finance costs	(120)	(41)	192.7
Profit before income tax	879	1,894	(53.6)
Income tax expense	(176)	(322)	NM
Profit for the financial period, representing total comprehensive income for the financial period	703	1,572	(55.3)
Profit and total comprehensive income attributable to owners	703	1,572	(55.3)

“NM” denotes Not Meaningful

“1HY2013” denotes first half-year period ended 31 July 2012

“1HY2012” denotes first half-year period ended 31 July 2011

1(a)(ii) Notes to Statement of Comprehensive Income (for the group)

Profit before income tax is arrived at after crediting / (charging):

	Group		Increase / (Decrease) %
	1HY2013 (Unaudited) \$'000	1HY2012 (Unaudited) \$'000	
Advertising income	106	-	NM
Gain on disposal of asset held for sale	583	-	NM
Rental income	140	-	NM
Property, plant and equipment written back	-	17	NM
Depreciation expenses	(813)	(734)	10.8
Finance costs	(120)	(41)	192.7
Property, plant and equipment written off	(58)	-	NM
IPO expenses	(826)	-	NM
Repair and maintenance	(146)	(151)	(3.3)
Upkeep of motor vehicle	(219)	(141)	55.3

1(b)(i) A Statement of Financial Position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

Statement of Financial Position	Group As at		Company ⁽¹⁾ As at	
	31/07/2012 Unaudited \$'000	31/01/2012 Audited \$'000	31/07/2012 Unaudited \$'000	31/01/2012 \$'000
Non-current assets				
Property, plant and equipment	14,480	15,501	-	-
Investment properties	1,564	1,584	-	-
Investments in subsidiaries	-	-	1,376	-
	16,044	17,085	1,376	-
Current assets				
Inventories	459	800	-	-
Assets held for sale	-	818	-	-
Trade and other receivables	3,071	4,116	1,071	-
Prepayments	244	295	-	-
Cash and cash equivalents	10,298	3,478	6,724	-
	14,072	9,507	7,795	-
Less:				
Current liabilities				
Trade and other payables	5,449	6,146	3,344	-
Provisions	73	56	-	-
Bank borrowings	1,101	1,620	-	-
Finance lease payables	130	155	-	-
Current income tax payable	865	804	-	-
	7,618	8,781	3,344	-
Net current assets	6,454	726	4,451	-

Statement of Financial Position	Group As at		Company ⁽¹⁾ As at	
	31/07/2012 Unaudited \$'000	31/01/2012 Audited \$'000	31/07/2012 Unaudited \$'000	31/01/2012 \$'000
Less:				
Non-current liabilities				
Bank borrowings	6,744	7,458	-	-
Deferred tax liabilities	72	72	-	-
	6,816	7,530	-	-
	15,682	10,281	5,827	-
Capital and reserves				
Share capital	6,274	650	6,274	-
Merger reserves	(326)	100	-	-
Retained earnings	9,734	9,531	(447)	-
Total equity attributable to owners	15,682	10,281	5,827	-

Note:

(1) The Company was incorporated in Singapore on 22 March 2012.

1(b)(ii) Aggregate amount of group's borrowings and debt securities

Amount repayable in one year or less, or on demand

As at 31/07/2012 (\$'000) (Unaudited)		As at 31/01/2012 (\$'000) (Audited)	
Secured	Unsecured	Secured	Unsecured
1,231	-	1,775	-

Amount repayable after one year

As at 31/07/2012 (\$'000) (Unaudited)		As at 31/01/2012 (\$'000) (Audited)	
Secured	Unsecured	Secured	Unsecured
6,744	-	7,458	-

Details of any collaterals

As at 31 July 2012, the Group's borrowings comprising bank borrowings and finance lease payables were secured as follows:

1. Bank borrowings are secured against leasehold properties at 8A Admiralty Street #06-01 and #06-02 with the net book value of \$1.13 million, 10E Enterprise Road with the net book value of \$0.89 million, 6A Wan Lee Road with the net book value of \$1.00 million and our land held for development at 30B Quality Road with the net book value of \$8.86 million as at the end of the current financial period.
2. Obligations under finance lease are secured by the lessor's charge over the leased assets, which have a net book value of \$0.44 million as at the end of the current financial period.
3. Bank borrowings are also secured by joint and several guarantees from certain Directors, namely Neo Kah Kiat and Liew Oi Peng.

1(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

Statement of Cash Flows	Group First half-year ended	
	31/07/2012 Unaudited \$'000	31/07/2011 Unaudited \$'000
Operating activities		
Profit before income tax	879	1,894
Adjustments for: -		
Depreciation of property, plant and equipment	792	702
Depreciation of investment properties	21	32
Written-off of plant and equipment	58	(17)
(Gain) on disposal of assets held for sale	(583)	-
Finance costs	120	41
Operating cash flows before working capital changes	1,287	2,652
Working capital changes:		
Inventories	341	(24)
Trade and other receivables ⁽¹⁾	(626)	(658)
Prepayments	51	121
Trade and other payables ⁽¹⁾	304	(798)
Cash generated from operations	1,357	1,293
Income taxes paid	(115)	(473)
Net cash from operating activities	1,242	820
Investing activities		
Purchase of property, plant and equipment	(863)	(1,249)
Proceeds from sale of assets held for sale	2,451	32
Addition to investments in subsidiaries ⁽¹⁾	(391)	-
Net cash from / (used in) investing activities	1,197	(1,217)
Financing activities		
Fixed deposit pledged with financial institution	(10)	-
Proceeds from issuance of shares, net of IPO expenses	6,259	-
Repayment of bank borrowings	(1,233)	(195)
Repayment of finance lease payables	(25)	(13)
Dividends paid	(500)	(100)
Interest paid	(120)	(41)
Net cash from / (used in) financing activities	4,371	(349)
Net change in cash and cash equivalents	6,810	(746)
Cash and cash equivalents at beginning of financial year	3,437	859
Cash and cash equivalents at end of financial period	10,247	113

Cash and cash equivalents comprise:

Cash on hand and at bank	10,247	113
Fixed deposits	51	41
Cash and cash equivalents as per statements of financial position	10,298	154
Less: fixed deposits pledged	(51)	(41)
Cash and cash equivalents as per statements of cash flows	10,247	113

Note:

(1) Other receivables and other payables include amounts due from and due to Directors, which were used to offset the acquisition costs of its subsidiaries pursuant to the Restructuring Exercise completed on 11 June 2012. Movements in these amounts are reflected in the Statement of Cash Flows under the item 'Addition to investments in subsidiaries', instead of under the items 'Trade and other receivables' and 'Trade and other payables'.

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year

Statement of Changes in Equity

Group	Share capital \$'000	Merger reserves \$'000	Retained earnings \$'000	Total equity attributable to owners \$'000
<i>Preceding Financial Period:</i>				
Balance at 1 February 2011	650	100	5,147	5,897
Profit for the financial period	-	-	1,572	1,572
Total comprehensive income for the period	-	-	1,572	1,572
Distributions to owners				
Dividends	-	-	(100)	(100)
Total transactions with owners	-	-	(100)	(100)
Balance at 31 July 2011	650	100	6,619	7,369
<i>Current Financial Period:</i>				
Balance at 1 February 2012	650	100	9,531	10,281
Profit for the financial period	-	-	703	703
Total comprehensive income for the period	-	-	703	703
Contributions by and distributions to owners				
Share split pursuant to the Restructuring Exercise	500	-	-	500
Issue of shares pursuant to the IPO agreement	6,600	-	-	6,600
Restructuring exercise on 11 June 2012	(650)	(426)	-	(1,076)
IPO costs capitalised	(826)	-	-	(826)
Dividends	-	-	(500)	(500)
Total transactions with owners	5,624	(426)	(500)	4,698
Balance at 31 July 2012	6,274	(326)	9,734	15,683

Statement of Changes in Equity

Company	Share capital \$'000	Accumulated losses \$'000	Total equity attributable to owners \$'000
<i>Preceding Financial Period:</i>			
Balance at 1 February 2011	NA	NA	NA
Profit for the financial period	NA	NA	NA
Total comprehensive income for the period	NA	NA	NA
Balance at 31 July 2011	NA	NA	NA
<i>Current Financial Period:</i>			
Balance at 1 February 2012	NA	NA	NA
Loss for the financial period	-	(447)	(447)
Total comprehensive income for the period	-	(447)	(447)
Contributions by and distributions to owners			
Issue of shares	6,274	-	6,274
Total transactions with owners	6,274	-	6,274
Balance at 31 July 2012	6,274	(447)	5,827

“NA” denotes Not Applicable as the Company was only incorporated on 22 March 2012.

1(d)(ii) Details of any changes in the company’s share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

	No. of Shares	Issued & Paid-Up \$
As at date of incorporation: 22 March 2012	1	1.50
Sub-division of issued and fully paid share into 3 shares: 08 June 2012	3	1.50
Issue of Shares pursuant to the Restructuring Exercise	999,997	499,998.50
Resultant issued and fully paid Shares immediately after the Restructuring Exercise	1,000,000	500,000
Share split pursuant to the Restructuring Exercise: 11 June 2012	122,000,000	500,000
Issue of shares pursuant to the IPO agreement: 11 July 2012	22,000,000	6,600,000
IPO costs capitalised	-	(825,621)
As at 31 July 2012	144,000,000	6,274,379

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

	Company As at	
	31/07/2012	31/01/2012
	Total number of issued shares excluding treasury shares	144,000,000

“NA” denotes Not Applicable as the Company was only incorporated on 22 March 2012.

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not Applicable.

2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.

The figures have not been audited nor reviewed by the Company’s auditors.

3. Where the figures have been audited or reviewed, the auditors’ report (including any qualifications or emphasis of a matter).

Not Applicable.

4. Whether the same accounting policies and methods of computation as in the issuer’s most recently audited annual financial statements have been applied.

The financial results for the current period has been prepared using the same accounting policies and methods of computation as presented in the Group’s most recently audited financial statement for the financial year ended 31 January 2012.

5. If there were any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

The Group and the Company have applied the same accounting policies and methods of computation in the preparation of the financial statements for the current financial period compared with the audited annual financial statements for the financial year ended 31 January 2012, except for the adoption of certain revised Financial Reporting Standards (“FRS”) and Interpretations to FRS (“INT FRS”) that became effective for the annual period beginning on 1 February 2012. The adoption of the revised FRS and INT FRS did not result in substantial changes to the Group’s and the Company’s accounting policies and has no material effect on the amounts reported for the current or prior periods.

6. Earnings per ordinary share of the company for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

Earnings per share (“EPS”)	Group First half-year ended	
	31/07/2012 Unaudited	31/07/2011 Unaudited
	Profit attributable to owners of the parent (\$)	703,353
Aggregated weighted average number of ordinary shares	50,659,092	NM
Basic and diluted EPS based on aggregated weighted average	1.39	NM

number of ordinary shares (cents) ^{(1) (2)}		
Post-IPO number of ordinary shares	144,000,000	144,000,000
Basic and diluted EPS based on post-IPO number of ordinary shares (cents) ^{(2) (3)}	0.49	1.09

“NM” denotes Not Meaningful as the Company was only incorporated on 22 March 2012, as such, the Group was not in existence as at 31 July 2011.

Notes:

- (1) The calculation for the basic and diluted EPS for the respective financial period is based on the aggregated weighted average number of ordinary shares in issue in the respective financial period.
- (2) The basic and diluted EPS were the same as the Group did not have any potentially dilutive instruments for the respective financial periods.
- (3) For comparison and illustrative purposes, the calculation for the basic and diluted EPS for the respective financial period is based on the post-IPO share capital of 144,000,000 shares in issue.

**7. Net asset value (for the issuer and group) per ordinary share based on issued share capital of
(a) current period reported on; and
(b) immediately preceding financial year**

Net asset value (“NAV”)	Group As at		Company As at	
	31/07/2012 Unaudited	31/01/2012 Audited	31/07/2012 Unaudited	31/01/2012 Audited
NAV (\$)	15,682,780	10,280,956	5,827,723	NA
Number of ordinary shares	144,000,000	144,000,000	144,000,000	NA
NAV per ordinary share (cents)	10.9	7.1	4.0	NA

“NA” denotes Not Applicable as the Company was only incorporated on 22 March 2012.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group’s business. It must include a discussion of the following:

- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
- (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current period reported on.

Review of the performance

Statement of Comprehensive Income

Revenue

For the financial period ended 31 July 2012 (“1HY2013”), the Group registered \$18.76 million in revenue, as compared to \$16.75 million for the previous corresponding financial period (“1HY2012”). The increase in the Group’s revenue by approximately \$2.01 million or 12.0% was mainly attributable to a growth in Food Retail Business by \$1.70 million. As at 31 July 2012, our Food Retail Business operated 17 outlets compared to 14 outlets as at 31 July 2011. During 1HY2013, save for our new food retail outlets and the outlet at Pioneer MRT station, sales from all our existing food retail outlets increased by approximately \$0.77 million, or 25.6% compared to 1HY2012.

The Food Catering Business also increased by \$0.33 million or 2.6% in 1HY2013. The slower growth is due to seasonality factors in 1HY2013 as it did not include the full Lunar New Year peak as compared to 1HY2012.

Other income

Other income in 1HY2013 was \$0.91 million as compared to \$0.06 million in 1HY2012. It rose by approximately \$0.85 million or 1,416.7% mainly due to receipts from advertising, gain on disposal of assets held for sale for two leased properties and rental income.

Purchases and consumables used

Other purchases and consumables used increased by approximately \$1.14 million or 21.0% from \$5.46 million in 1HY2012 to \$6.60 million in 1HY2013. This is due to the increase in overall revenue and higher food prices due to inflation.

Distribution costs

Other distribution costs increased by approximately \$0.24 million or 28.6% from \$0.94 million in 1HY2012 to \$0.70 million in 1HY2013 due to a more sophisticated IT system that was implemented to improve the efficiency in planning our drivers' schedule and reduce the engagement of part-time and sub-contracted drivers.

Employee benefits expenses

Employee benefits expenses increased by approximately \$1.16 million or 26.9% from \$4.32 million in 1HY2012 to \$5.48 million in 1HY2013 due to our business growth. The increase in employee benefits expenses were mainly due to increase in headcount, especially in the Logistics and Operations functions.

Advertising expenses

Other advertising expenses increased by approximately \$0.14 million or 21.3% from \$0.65 million in 1HY2012 to \$0.79 million in 1HY2013. The increase was mainly due to the increase in activities to promote our brands and services and to build customers loyalty in 1HY2013. We have extended the distribution coverage of advertising brochures to include private estates. We have also introduced more promotional activities in 1HY2013 such as members' movie nights and corporate gifts.

Rental expenses

Rental expenses increased by \$0.35 million or 40.2% from \$0.86 million in 1HY2012 to \$1.21 million in 1HY2013. This is due to the land rent paid for 30B Quality Road and the increase in the number of food retail outlets for our Food Retail Business.

Utilities

Utilities increased by approximately \$0.10 million or 18.6% from \$0.54 million in 1HY2012 to \$0.64 million in 1HY2013. This is due to the increase in utilization rate for the Food Catering Business as a result of increase in sales volume, and increase in the number of food retail outlets. There was also a hike in water and electricity tariff during 1HY2013.

Other expenses and finance costs

Other expenses increased by \$1.04 million or 76.9% from \$1.36 million in 1HY2012 to \$2.40 million in 1HY2013 mainly due to the one-time IPO expenses of \$0.83 million.

Our finance costs increased by approximately \$78,000 or 192.7% mainly due to interest expenses incurred for loan drawn down on 30B Quality Road and other leasehold properties.

The Group posted a profit before tax of \$0.88 million in 1HY2013 as compared to a profit before tax of \$1.89 million for the corresponding 1HY2012. The decrease in profit before tax was mainly due to the one-time IPO expenses of \$0.83 million, increase in repair and maintenance expense of \$0.15 million and increase in upkeep of motor vehicle of \$0.22 million.

Statement of Financial Position

Non-current assets

The Group's non-current assets decreased by \$1.05 million from \$17.09 million as at 31 January 2012 to \$16.04 million as at 31 July 2012. Property, plant and equipment decreased by approximately \$1.02 million, mainly due to the disposal of a yacht and a leasehold property located at Enterprise One #05-06. This was partially off-set by the acquisition of new assets during the current financial period. Investment properties decreased by approximately S\$21,000 due to depreciation of the properties at 8A Admiralty Street #06-01 and #06-02 and 10E Enterprise Road.

Current assets

The current assets increased by \$4.56 million from \$9.51 million as at 31 January 2012 to \$14.07 million as at 31 July 2012. The Group's inventories decreased by approximately \$0.34 million due to the lower inventory held in the Food Catering Business. Assets held for sale of \$0.82 million at 3017 Bedok North Street 5 was sold off during 1HY2013. The decrease in our trade and other receivables of approximately \$1.04 million was mainly due to the repayment of the amount due from directors during the Restructuring Exercise which occurred on 11 June 2012. Cash and cash equivalents increased by \$6.82 million mainly due to the receipt of IPO proceeds and proceeds from sales of leasehold properties.

Current liabilities

The Group's current liabilities decreased by \$1.14 million from \$8.78 million as at 31 January 2012 to \$7.62 million as at 31 July 2012. This was mainly attributable to a decrease of \$0.69 million in our trade and other payables, and a decrease of \$0.52 million in our current bank borrowings mainly due to the repayment of existing bank loan and the full settlement of the term loan for the leasehold properties that were sold. Current income tax payable increased by approximately \$61,000 due to the provision of income tax.

Non-current liabilities

The Group's non-current liabilities decreased by \$0.71 million from \$7.53 million as at 31 January 2012 to \$6.82 million as at 31 July 2012 due to the settlement of non-current bank borrowings for the leasehold properties that were sold.

Statement of Cash Flows

Net cash flows generated from operating activities of \$1.24 million during 1HY2013 mainly resulted from operating cash flows before movements in working capital of \$1.29 million, a decrease in net working capital of \$0.07 million, and income taxes paid of \$0.12 million.

The decrease in net working capital was mainly due to the decrease in inventories of approximately \$0.34 million, the decrease in prepayment of approximately \$0.05 million, and the increase in trade and other payables of approximately \$0.30 million, partially offset by the increase in trade and other receivables of \$0.63 million. Other receivables and other payables include amounts due from and due to Directors, which were used to offset the acquisition costs of its subsidiaries pursuant to the Restructuring Exercise completed on 11 June 2012. Movements in these amounts are reflected in the Statement of Cash Flows under the item 'Addition to investments in subsidiaries', instead of under the items 'Trade and other receivables' and 'Trade and other payables'.

Net cash flows from investing activities of \$1.20 million during 1HY2013 mainly arose from \$2.45 million proceeds received from sale of two leasehold properties and a yacht. This was partially offset by purchase of property, plant and equipment of \$0.86 million and acquisition of subsidiaries pursuant to a sales and purchase agreement as part of the Restructuring Exercise which occurred on 11 June 2011 of \$0.39 million.

Net cash flows generated from financing activities of \$4.37 million during 1HY2013 were mainly due to the net receipt of proceeds from issuance of shares of \$6.26 million. This was partially offset by the full settlement of bank borrowings of approximately \$1.23 million for the two leasehold properties that were sold, dividend payment of \$0.5 million and finance costs of \$0.12 million.

Consequent to the above factors, the net increase in cash and cash equivalents during 1HY2013 was \$6.81 million.

9. Where a forecast, or a prospect statement, has been previously disclosed to our shareholders, any variance between it and the actual results.

The financial performance of the Group for 1HY2013 is generally in line with what was disclosed in the section "Trend Information" of the Company's Offer Document dated 2 July 2012.

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

The Group believes that the outlook of the industry in which it operates would remain positive in the next 6 months.

The Group will strive to grow its revenue for its Food Catering Business and Food Retail Business. The Group expects higher sales in 2HY2013 due to more festive celebrations during this period, such as lunar seventh month, Christmas and New Year. The Group continues to face cost pressures from higher employee salaries and benefits, food inflation, marketing and rental expenses. Nevertheless, the Group commits to improve profitability by rationalizing costs and improving operational efficiencies.

The Group would explore business expansion opportunities and potential acquisition(s) locally and overseas.

Subject to a continued positive business environment, the Group expects to remain profitable in FY2013.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

The Board of Directors recommends one tier tax-exempt interim dividend for 1HY2013.

(b) (i) Amount per share

0.49 Singapore cents per share

(ii) Corresponding Period of the Immediately Preceding Financial Year

None

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

The dividend is tax exempt.

(d) The date the dividend is payable

To be announced at a later date.

(e) Books closure date

Notice will be given at a later date on the closure of the Share Transfer Books and Register of Members of the Company to determine members' entitlement to the dividend.

12. If no dividend has been declared/recommended, a statement to that effect

An interim dividend has been recommended as above.

13. Interested person transactions

Name of interested person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
	\$'000	\$'000
Neo Kah Kiat		
(i) GUI Solutions Pte Ltd		
- Cost of goods and services purchased	43	-
- Rental and utilities income	12	-
(ii) Perdure Technology Pte Ltd –		
- Cost of goods and services purchased	31	-
- Rental and utilities income	13	-
(iii) Office premise lease expense	66	-
Neo Kah Kiat and Liew Oi Peng		
- Office premise lease expense	84	-

In addition to the above, Neo Kah Kiat, Liew Oi Peng and Liew Choh Khing had provided guarantees and/or indemnities to secure our Group's obligations under certain credit facilities. No fee was paid to the guarantors for the provision of the above guarantees.

The Group has not obtained any general mandate from shareholders for interested person transactions pursuant to Rule 920 of the SGX-ST Listing Manual.

14. Update on use of Initial Public Offer (“IPO”) proceeds

Pursuant to the IPO, the Company received total proceeds of S\$6.60 million and as at the date of this announcement, the IPO proceeds have been utilized as follows:

Intended Usage in accordance with the Offer Document	Allocation (\$'000)	Amount utilized (\$'000)	Amount unutilized (\$'000)
Expand and develop our Food Catering Business and Food Retail Business (which may include acquisitions, joint ventures and / or strategic alliances)	5,000	-	5,000
IPO expenses	1,600	(826)	774
Total	6,600	(826)	5,774

15. Requirement under Rule 705(5) of the Listing Manual

We, Neo Kah Kiat and Liew Oi Peng, being two Directors of Neo Group Limited (the “Company”), do hereby confirm on behalf of the Board of Directors of the Company that, to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the financial statements for the period ended 31 July 2012 to be false or misleading in any material aspect.

Neo Kah Kiat
Founder, Chairman and CEO

Liew Oi Peng
Executive Director

BY ORDER OF THE BOARD

Neo Kah Kiat
14 September 2012

This announcement has been reviewed by the Company’s sponsor, CIMB Bank Berhad, Singapore Branch (the “Sponsor”), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (“SGX-ST”). The Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr. Benjamin Choy, Director, Corporate Finance. The contact particulars are 50 Raffles Place #09-01 Singapore Land Tower Singapore 048623, telephone: +65 6337 5115.